Phone: (803) 737-0800 www.regulatorystaff.se.gov

April 25, 2018

VIA ELECTRONIC FILING

Jocelyn G. Boyd, Esquire Chief Clerk & Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, South Carolina 29210

Re: South Carolina Electric & Gas Company's Request for Approval of a Contract for

Electric Service with Am Biopharm, Incorporated

Docket No. 2018-123-E

Dear Ms. Boyd:

Please allow this letter to serve as notification that the Office of Regulatory Staff ("ORS") has reviewed and discussed with South Carolina Electric & Gas Company ("SCE&G" or "Company") personnel the Company's request for approval of a contract for electric service ("Contract") with Am Biopharm, Inc. ("Am Biopharm").

As stated in SCE&G's Request, Am Biopharm is a full-service peptide and biopharmaceutical manufacturing company headquartered in North Augusta planning to invest \$18 million to expand its North Augusta operations. As a result of the expansion, Am Biopharm expects to create 100 new jobs over the next five years.

SCE&G will provide electric service to the facility in accordance with the Company's Rate 23 – Industrial Power Service along with an Economic Development Incentive Credit. The Contract has an initial term of ten (10) years, unless SCE&G and Am Biopharm agree to an early termination, and is extended automatically until terminated by either party giving the other a written Minimum Termination Notice.

Based on ORS's review of the information provided, ORS supports the Company's Contract with Am Biopharm. ORS has no objection to the request for confidential treatment of certain provisions in the contract.

If you have any questions, please do not hesitate to contact me.

Sincerely,

Shannon Bowyer Hudson

cc: Matthew W. Gissendanner, Esquire (via e-mail)

Joseph Melchers, Esquire (via e-mail)